



## TEXAS DEPARTMENT OF INSURANCE

### Division of Workers' Compensation - Medical Fee Dispute Resolution (MS-48)

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## MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

### GENERAL INFORMATION

**Requestor Name**

Houston Orthopedic and Spine P.

**Respondent Name**

Texas Mutual Insurance Company

**MFDR Tracking Number**

M4-15-2774-01

**Carrier's Austin Representative**

Box Number 54

**MFDR Date Received**

April 28, 2015

### REQUESTOR'S POSITION SUMMARY

**Requestor's Position Summary:** "... In the physician's note for History of present illness we have the location of the problem, severity of pain 8/10 on scale, modifying factors, and associated signs and symptoms.

Medical History shows current meds, allergies, prior illness, operations, family history and personal history. The Review of system shows 12 systems were reviewed...

... The exam on the physician's note shows evaluation of the following systems: Constitutional, skin, mental, Vascular, Neurological and Musculoskeletal...

On decision making, the physician orders physical therapy, order lab work, continue with brace treatment, referred to pain management program... The physician also order Medrol Dosepak, discussed the side effects and the proper usage..."

**Amount in Dispute:** \$257.00

### RESPONDENT'S POSITION SUMMARY

**Respondent's Position Summary:** "The requestor billed E&M code 99214. Texas Mutual declined to issue payment as the documentation does not match the criteria required for the billing of the code. The History was Comprehensive, the Examination problem focused, and the Complexity of medical decision making was low. This does not meet two of the three components required. No payment is due."

**Response Submitted by:** Texas Mutual Insurance Company

### SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
June 5, 2014	Evaluation & Management, established patient (99214)	\$257.00	\$168.95

### FINDINGS AND DECISION

This medical fee dispute is decided pursuant to Texas Labor Code §413.031 and applicable rules of the Texas Department of Insurance, Division of Workers' Compensation.

## Background

1. 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
2. 28 Texas Administrative Code §133.203 defines the medical fee guidelines for reimbursement of professional services.
3. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
  - CAC-150 – Payer deems the information submitted does not support this level of service.
  - 890 – Denied per AMA CPT Code description for level of service and/or nature of presenting problems.
  - CAC-16 – Claim/service lacks information or has submission/billing error(s) which is needed for adjudication.
  - CAC-193 – Original payment decision is being maintained. Upon review, it was determined that this claim was processed properly.
  - 225 – The submitted documentation does not support the service being billed. We will re-evaluate this upon receipt of clarifying information.
  - 724 – No additional payment after a reconsideration of services.

## Issues

1. Are the insurance carrier's reasons for denial or reduction of payment supported?
2. What is the Maximum Allowable Reimbursement (MAR) for the disputed services?
3. Is the requestor entitled to additional reimbursement?

## Findings

1. The insurance carrier denied disputed CPT Code 99214 with claim adjustment reason codes "CAC-150 – Payer deems the information submitted does not support this level of service," "890 – Denied per AMA CPT Code description for level of service and/or nature of presenting problems," and "225 – The submitted documentation does not support the service being billed. We will re-evaluate this upon receipt of clarifying information."

28 Texas Administrative Code §134.203(b)(1) states, in pertinent part, "for coding, billing reporting, and reimbursement of professional medical services, Texas Workers' Compensation system participants shall apply the following: (1) Medicare payment policies, including its coding; billing; correct coding initiatives (CCI) edits; modifiers; ... and other payment policies in effect on the date a service is provided..." Review of the submitted documentation finds that the requestor performed an office visit for the evaluation and management of an established patient.

The American Medical Association (AMA) CPT code description for 99214 is:

Office or other outpatient visit for the evaluation and management of an established patient, which requires at least 2 of these 3 key components: **A detailed history; A detailed examination; Medical decision making of moderate complexity.** Counseling and/or coordination of care with other physicians, other qualified health care professionals, or agencies are provided consistent with the nature of the problem(s) and the patient's and/or family's needs. Usually, the presenting problem(s) are of moderate to high severity. Typically, 25 minutes are spent face-to-face with the patient and/or family. [emphasis added]

The 1997 Documentation Guidelines for Evaluation & Management Services is the applicable Medicare guideline to determine the documentation requirements for the service in dispute. Review of the documentation finds the following:

- Documentation of the Detailed History:
  - "An *extended* [History of Present Illness (HPI)] consists of at least four elements of the HPI or the status of at least three chronic or inactive conditions." Documentation found six elements of the HPI reviewed, thus meeting this element.
  - "An *extended* [Review of Systems (ROS)] inquires about the system directly related to the problem(s) identified in the HPI and a limited number of additional systems. [Guidelines require] the patient's positive responses and pertinent negatives for two to nine systems to be documented." Documentation found eleven systems reviewed. This element was

exceeded.

- “A *pertinent* [Past Family, and/or Social History (PFSH)] is a review of the history area(s) directly related to the problem(s) identified in the HPI. [Guidelines require] at least one specific item from any three history areas [(past, family, or social)] to be documented.” The documentation found past, family, and social histories were reviewed. This element was exceeded.

The Guidelines state, “To qualify for a given type of history all three elements in the table must be met.” A review of the submitted documentation indicates that all three elements were met or exceeded for a Detailed History; therefore this component of CPT Code 99214 was supported.

- Documentation of a Detailed Examination:

- A “*detailed* [examination] ...should include performance and documentation of at least twelve elements [of the Musculoskeletal Examination table].” A review of the submitted documentation finds that twelve elements of the musculoskeletal examination table were documented. Therefore, this component of CPT Code 99214 was met.

- Documentation of Decision Making of Moderate Complexity:

- *Number of diagnoses or treatment options* – Review of the submitted documentation finds that there were no new diagnoses presented, but that established diagnoses were worsening, meeting the documentation requirements of limited complexity. Therefore, this element was not met.
- *Amount and/or complexity of data to be reviewed* – Review of the documentation finds that the requestor ordered a clinical lab test. The documentation supports that this element met the criteria for minimal/low complexity of data reviewed.
- *Risk of complications and/or morbidity or mortality* – The submitted narrative finds that presenting problems included one or more chronic injuries with mild exacerbation, which presents a moderate level of risk; one minimal diagnostic procedure was ordered; and physical therapy and prescription drug management options were selected. “The highest level of risk in any one category...determines the overall risk.” The documentation supports that this element met the criteria for moderate risk.

“To qualify for a given type of decision making, **two of the three elements ... must be either met or exceeded.**” A review of the submitted documentation supports that this component of CPT Code 99214 was not met.

Because two components of CPT Code 99214 were met, the insurance carrier’s denial reason is not supported. The disputed services will therefore be reviewed per applicable Division rules and fee guidelines.

The requestor seeks \$0.00 for procedure code 99080. Therefore, this code will not be considered.

2. Procedure code 99214, service date June 5, 2014, represents a professional service with reimbursement determined per §134.203(c). The Medicare fee is the sum of the geographically adjusted work, practice expense and malpractice values multiplied by the conversion factor. The MAR is calculated by substituting the Division conversion factor. For this procedure, the relative value (RVU) for work of 1.5 multiplied by the geographic practice cost index (GPCI) for work of 1.014 is 1.521. The practice expense (PE) RVU of 1.41 multiplied by the PE GPCI of 1.004 is 1.41564. The malpractice RVU of 0.1 multiplied by the malpractice GPCI of 0.939 is 0.0939. The sum of 3.03054 is multiplied by the Division conversion factor of \$55.75 for a MAR of \$168.95.
3. The total allowable for the disputed services is \$168.95. The insurance carrier paid \$0.00. A reimbursement of \$168.95 is recommended.

### Conclusion

For the reasons stated above, the Division finds that the requestor has established that additional reimbursement is due. As a result, the amount ordered is \$168.95.

## ORDER

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code Sections 413.031 and 413.019 (if applicable), the Division has determined that the requestor is entitled to additional reimbursement for the services involved in this dispute. The Division hereby ORDERS the respondent to remit to the requestor the amount of \$168.95 plus applicable accrued interest per 28 Texas Administrative Code §134.130, due within 30 days of receipt of this Order.

### Authorized Signature

_____ Signature	Laurie Garnes Medical Fee Dispute Resolution Officer	June 11, 2015 Date
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## YOUR RIGHT TO APPEAL

Either party to this medical fee dispute has a right to seek review of this decision in accordance with 28 Texas Administrative Code §133.307, 37 *Texas Register* 3833, applicable to disputes filed on or after June 1, 2012.

A party seeking review must submit a **Request to Schedule a Benefit Review Conference to Appeal a Medical Fee Dispute Decision** (form **DWC045M**) in accordance with the instructions on the form. The request must be received by the Division within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to the Division using the contact information listed on the form or to the field office handling the claim.

The party seeking review of the MFDR decision shall deliver a copy of the request to all other parties involved in the dispute at the same time the request is filed with the Division. **Please include a copy of the *Medical Fee Dispute Resolution Findings and Decision*** together with any other required information specified in 28 Texas Administrative Code §141.1(d).

**Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.**